GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Andhra Pradesh Food Processing Policy-Sanction of Incentives to food processing units which have submitted applications to General Managers, District Industries Centers under Andhra Pradesh Food Processing Policy 2015 – 20 instead of under Industrial Development Policy 2015-20- Orders – Issued.

INDUSTRIES AND COMMERCE (PROGRAMME.III) DEPARTMENT

G.O.RT.No. 169 Dated: 14-06-2018

Read the following:

1) G.O.Ms No 104, Industries & commerce Department, dated: 24/07/2015.
2) G.O.Ms No 108, Industries & commerce (P&I) Department, dated: 14/11/2015.
3) From the Chief Executive Officer, A.P. Food Processing Society, Vijayawada, Lr.No. APFPS/Sanction of Incentives/DIC cases, dt. 20/03/2018

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ORDER:

In the letter 3rd read above, the Chief Executive Officer, Andhra Pradesh Food Processing Society has stated that few food processing industries have submitted their representations to Hon'ble Minister for Industries and Food Processing for sanction of applicable incentives under Andhra Pradesh Food Processing Policy 2015-20. Subsequently, the General Managers, District Industries Centres, i.e., Guntur, Visakhapatnam, East Godavari and Kurnool Districts also forwarded applications of 13 Food Processing Units. The applicants have setup Food Processing Units and commenced commercial production and having complied with all the guidelines of Industrial Development Policy 2015-20, applied to their respective General Managers, District Industries Centers for incentives as per the Industrial Development policy guidelines as they were unaware of Andhra Pradesh Food Processing Policy 2015 – 20. However, the General Managers, District Industries Centers forwarded these applications to Andhra Pradesh Food Processing Society for sanction of incentives under Andhra Pradesh Food Processing Policy as given hereunder;

Sl No	Name of the unit	District	Activity	Investment in crores	Date of commercial prod started	Date of application filed
1	Panda Dairy Products Pvt Ltd	Chittoor	Milk dairy with a capacity of 50000 lit/day	3.7	01-04-16	01-09-16
2	Sri Surya Foods	East Godavari	Mfg of flavoured tea powder, snacks and fruit pulp.	0.85	01-04-15	30-09-15
3	Zeal Dairy Products	Guntur	Milk dairy with a capacity of 10000 lit/day	1.65	15-08-15	15-09-16
4	Vijaya Kumar Foods	Kurnool	Preparation of mixtures and other snack items	0.17	06-04-17	21-06-17
5	Rajitha Biotech	Guntur	Millet processing,	0.23	12-07-15	10-12-15
6	Rajitha Organic	Guntur	Millet processing,	0.23	10-06-15	10-12-15
7	Lakshmi chennakesava Agro Industries	Guntur	Maize flakes production.	0.13	24-09-15	18-03-16
8	Vijaya Sarada Delint seed mills	Guntur	Oil extraction	1.34	23-10-15	31-12-15
9	Master Baker	East Godavari	Bakery products	0.11	19-06-17	22-12-17
10	Kavitha Fruit pulp	East Godavari	Mango jelly	0.98	29-06-15	29-12-15
11	RK industries	Visakhapatnam	Groceries packing	0.35	09-12-15	07-06-16
12	Sri Surya Jayalakshmi Industries	Visakhapatnam	Manufacturing of Sauce, jam, Jelly	0.43	18-09-15	02-02-16
13	Sri Sai ram Dairy Products	Visakhapatnam	Manufacturing of Dairy products and Ice creams	0.9	15-11-16	15-03-17

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2. The Chief Executive Officer, Andhra Pradesh Food Processing Society has stated that the Andhra Pradesh Govt has promoted Andhra Pradesh food processing society as a nodal agency for promoting the food processing units with a separate policy. As per the operational guidelines of food processing policy, units which start commercial production within 2 months from the date of filling application are not eligible for incentives, the above 13 Food processing units covered in this proposal, have filed their applications as per Industrial Development Policy (vide G.O.2nd read above) to the General Managers, District Industries Centres. As per Industrial Development Policy guidelines, all Eligible Enterprises shall submit their claims in the prescribed application form for investment subsidy within six months from the Date of Commercial production, to the General Manager, District Industries Centers concerned. As such, all the units are eligible for incentives under Industrial Development Policy but not under AP Food Processing Policy. Few more such applications are still lying with General Managers, District Industries Centres as informed by them in the meeting held by Hon'ble Minister with General Managers, District Industries Centers on 10th May 2018.

3. In this regard, the Chief Executive Officer, Andhra Pradesh Food Processing Society has stated that the General Managers, District Industries Centers forwarded these applications to Andhra Pradesh Food Processing Society for sanction of incentives under Andhra Pradesh Food Processing Policy as they applied for incentives under Industrial Development Policy since they were unaware of Andhra Pradesh Food Processing Policy 2015 – 20. District Industries Centers was the only window available to the entrepreneurs to file applications and claim incentives for all types of industries up to 2015. Ignorance of the entrepreneurs about availability of incentives under Food Processing Policy shall be viewed in a right perspective, because there is no field setup to APFPS during 2015 & 16. Before release of the Food Processing Policy, the society was almost in dormant stage and it got activated after the release of Food Processing Policy.

4. The Chief Executive Officer, Andhra Pradesh Food Processing Society has, therefore, requested for necessary orders for sanction of eligible incentives to all the units applied for incentives under Andhra Pradesh Food Processing Policy instead of Industrial Development Policy 2015-20 duly exempting the units from Andhra Pradesh Food Processing Policy guidelines, as few more applications are still lying with General Managers, District Industries Centers as informed by them in the meeting held by Hon'ble Minister with General Managers, District Industries Centers on 10th May 2018.

5. Government, after careful examination of the request of the Chief Executive Officer, Andhra Pradesh Food Processing Society, hereby accord permission to the Chairman, Andhra Pradesh Food Processing Society, Vijayawada, to sanction incentives to the said 13 units and also to the similarly situated units which have started commercial production before filling applications to District Industries Centres under Industrial Development Policy 2015-20 (pending if any with GMs, DIC) under Andhra Pradesh Food Processing Policy 2015-20 instead of under Industrial Development Policy 2015-20, duly exempting the units from Andhra Pradesh Food Processing Policy guidelines issued vide G.O.1st read above, in so far as the time limit for commercial production is concerned, as one time measure, after examination on case to case basis, subject to fulfilment of all other conditions of Andhra Pradesh Food Processing Policy 2015-20.

6. The Chairman/Chief Executive Officer, Andhra Pradesh Food Processing Society, Vijayawada shall take necessary action accordingly in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

M. GIRIJA SHANKAR,
SECRETARY TO GOVERNMENT (FOOD PROCESSING)

To
The Chairman/ Chief Executive Officer,
Andhra Pradesh Food Processing Society, D.No.48-11/1-5/8, Gadde Sambasiva Rao Street,
Sri Ramachandra Nagar Vijayawada-08. (we)

Copy to:

The General Managers of District Industries Centres of 13 Districts in the State.
P.S. to Secretary to Government (FP)
SF/SC.

//FORWARDED::BY ORDER//

SECTION OFFICER